

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 1179 - HB 1548

March 4, 2011

SUMMARY OF BILL: Eliminates the \$30 fee cap that a licensee is authorized to charge to defray operational costs and other expenses and losses under the Deferred Presentment Services Act. Authorizes a licensee to charge a one-time premium service fee of \$15 if the licensee defers presentment of a check beyond the agreed date of deposit and the maker of the check fails to redeem the check within five days after such date.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Under current law, a licensee is authorized to charge a fee to defray operational costs and other expenses and losses that cannot exceed the lesser of: 15 percent of the face amount of the check; or \$30. The licensee is not authorized to charge a one-time premium service fee of \$15.
- According to the Department of Financial Institutions, the proposed legislation will not result in a significant administrative, regulatory, or fiscal impact to the state. Any costs can be accommodated without an increased appropriation or reduced reversion.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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